



**Government of India
Ministry of MSME**

**Brief Industrial Profile of
DAVANGERE District**



सूक्ष्म, लघु एवं मध्यम उद्यम
MICRO, SMALL & MEDIUM ENTERPRISES

MSME-Development Institute

(Ministry of MSME, Govt. of India,)

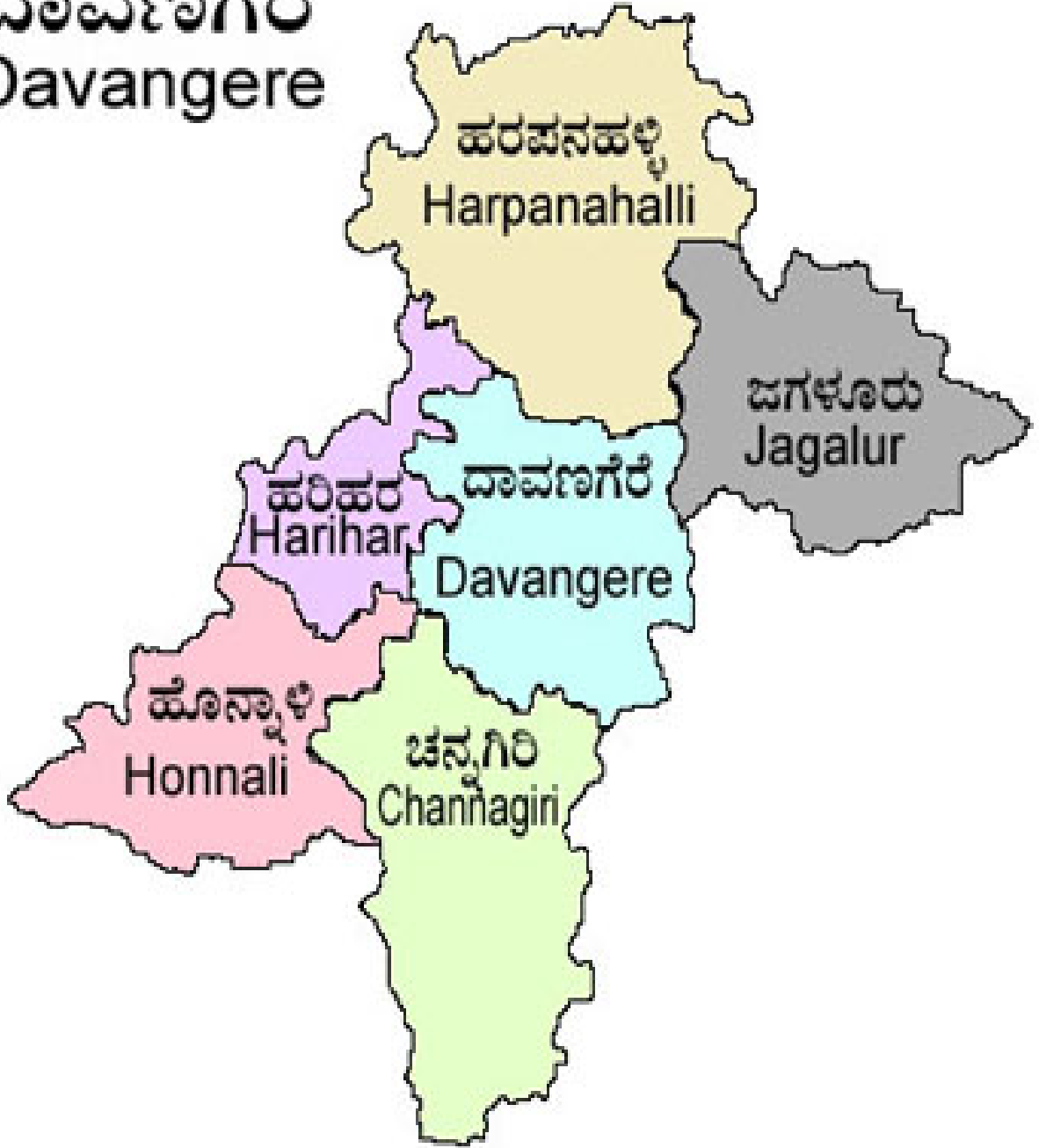
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ದಾವಣಗೆರೆ Davangere



DAVANGERE DISTRICT MAP WITH TALUKS

FOREWARD

The Micro, Small and, Medium Enterprises, Development Institute (earlier called SISI), under Ministry of MSME, Govt. of India, Bangalore is one of the prime organizations in Karnataka, engaged in the promotion and development of Industries in the Micro, Small and Medium Enterprises. As a part of the promotional and developmental activities, the Institute conducts studies on the Status and performance of Micro, Small and Medium Enterprises in the State. The District profile is one such report compiled and updated under District Industry Development Plan of the Institute assigned by Office of the Development Commissioner (SSI), New Delhi. This report contains the present status of economy, geographical information, statistical data relating to MSME's in each district, salient features of the progress of the different sectors of the each district of Karnataka and performance of industries particularly in Micro, Small and Medium industries.

I am happy to appreciate the efforts put in by all the offices and staff in this institute especially S/Shri. B.N.Sudhakar, Deputy Director, Sri. P.V.Raghavendra, Asst. Director (ISS), Sri.K.Channabasavaiah and Smt. D.T.Vijayalakshmi . Asst. Director (Stat) in collecting the latest information available from different departments of Government of Karnataka and in bringing out this Industrial Profile report. I would also like to thank all Joint Directors of District Industry Centres, Senior Officers of Statistics Division of Govt. of Karnataka, Director of Industries and Commerce, for their valuable inputs during the preparation of this document. I sincerely hope that this report will be useful to all concerned with the development of Industries. It is needless to state that this document will serve as a valuable guide to the prospective entrepreneurs who are desirous of setting up of industries/enterprises in the state.

Bangalore
2nd August 2012

(S.M.Jamkhandi)
Director

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Brief Industrial Profile of the District

1. General Characteristics of the District:

Agriculture is the highest contributor in the economic development of the district. Soil and climatic conditions favorable for growing horticulture crops. Gherkin processing, marigold dye processing, ground nut oil extraction units are existing in the district. Major food crops Paddy, Maize, Groundnut & Sunflower– Sugercane and cotton– Mango, Sapota, Banana, Papaya Main vegetables – Tomato, Onion, Brinjal, Chilli, Gherkin and ladies finger

1.1 Location & Geographical Area.:

Davanagere district is a newly formed district, which came into existence during **1997** by including backward taluks from other three districts viz. Chitradurga, Shimoga and Bellary. Exist at 13° 45' to 14° 50' East Latitude and 75° 30' to 76° 30' East Longitude and has a geographical area of 597597 hectares.

1.2 Topography:	Temperature	43° C (Max.) 16° C (Min.)
	Average	Rainfall 657 mm
	Rivers	Tungabhadra
	Area	5976 sq km
	Population	1,946,905 (As per 2011 census)

1.3 Availability of Minerals.

PRODUCTION OF MINERAL 2010-11

S.NO.	NAME OF MINERAL	PRODUCTION in tones 2010-2011
MAJOR MINERAL		
1.	IRON ORE	23236
2.	.MANGANESE	170839
MINOR MINERAL		
3.	WHITE QUARTZ	100
4.	LIME STONE	1112

SOURCE:- DEPT. OF MINES & GEOLOGY.,

1.4 FOREST : This district has a cover of 89918 hectares under forest. Bamboo forest products are available in Channagiri taluk .

1.5 Administrative set up: Davangere District lies in the Maidan region on the Deccan Plateau with an area of 5,976 sq. kms. and consists of six taluks viz Davanagere, Harihara, Honnali, Chennagiri, Jagalur and Harapanahalli.

2. District at a glance

S.No	Particular	Year	Unit	Statistics
1	Geographical features			
(A)	Geographical Data			
	i) Latitude			13° 45' to 14° 50' East Latitude
	ii) Longitude			75° 30' to 76° 30' East Longitude
	iii) Geographical Area		Hectares	597597
(B)	Administrative Units			
	i) Sub divisions			2
	ii) Tehsils			6
	iii) Sub-Tehsil			11
	iv) Patwar Circle			267
	v) Panchayat Simitis			-
	vi) Nagar nigam			-
	vii) Nagar Palika			6
	viii) Gram Panchayats			230
	xi) Revenue villages			923
	x) Assembly Area			6
2.	Population			
(A)	Sex-wise			
	i) Male	2011	Nos	9,89,602
	ii) Female	2011	Nos	9,57,303
(B)	Rural Population	2011	NOS	13,17,816
3.	Agriculture			
A.	Land utilization			
	i) Total Area	2010-11	Hectare	597597
	ii) Forest cover	2010-11	"	89918
	iii) Non Agriculture Land	2010-11	"	38963
	v) cultivable Barren land	2010-11	"	20533
4.	Forest			
	(i) Forest	2010-11	Ha.	89918
5.	Livestock & Poultry			
A.	Cattle			
	i) Cows	2007	Nos.	395123
	ii) Buffaloes	2007	Nos.	223601
B.	Other livestock			
	i) Goats	2007	Nos.	153940
	ii) Pigs	2007	Nos.	6493
	iii) Dogs & Bitches	2007	Nos.	48679
	iv) Railways			
	i) Length of rail line	2010-11	Kms	47.00
	V) Roads			
	(a) National Highway	2010-11	Kms	85.00
	(b) State Highway	2010-11	Kms	732.95
	(c) Main District Highway	2010-11	Kms	1608.80

	(d) Other district & Rural Roads	2010-11	Kms	1046.27
	(e) Rural road/ Agriculture Marketing Board Roads	2010-11	Kms	Incl. in item (4)
	(f) Kachacha Road	2010-11	Kms	2306.88
	(VI) Communication			
	(a) Telephone connection	2010-11		27657
	(b) Post offices	2010-11	Nos.	259
	(c) Telephone center	2010-11	Nos.	49
	(d)Density of Telephone	2010-11	Nos./1000 person	-
	(e) Density of Telephone	2010-11	No. per KM.	-
	(f) PCO Rural	2010-11	No.	-
	(g) PCO STD	2010-11	No.	-
	(h) Mobile	2010-11	No.	253763
	(VII) Public Health			
	(a) Allopathic Hospital	2010-11	No.	11
	(b) Beds in Allopathic hospitals		No.	1600
	(c) Ayurvedic Hospital		No.	1
	(d) Beds in Ayurvedic hospitals		No.	6
	(e) Unani hospitals		No.	
	(f) Community health centers		No.	5
	(g) Primary health centers		No.	108
	(h) Dispensaries			
	(i) Sub Health Centers		No.	32
	(j) Private hospitals		No.	301
	(VIII) Banking commercial			
	(a) Commercial Bank		Nos.	50
	(b) rural Bank Products		Nos.	45
	(c) Co-Operative bank products		Nos.	1
	(d) PLDB Branches		Nos.	6
	(IX) Education			
	(a) Primary school		Nos.	818
	(b) Middle schools		Nos.	1068
	(c) Secondary & senior secondary schools		Nos.	467
	(d) Colleges		Nos.	168
	(e) Technical University		Nos.	8
Source: Directorate of Economics and Statistics				

2.1 Existing Status of Industrial Estate in the district of Davangere.

S N o	Name of the Estate	Land acquired (In	Land Devel oped	Prev ailin g	Numbers Formed	Numbers Allotted	Numbers vacant	No. of units in production
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		acres)	(In acres)	rate per Sqm								
					Plots	Sheds /flats	Plots	Sheds /flats	Plots	Shed s/flat	Plots	Sheds /flats
1	Davan-gere	19.35	19.35	890	52	52`	49	52	3	0	38	46
2	Harihar I	23.00	23.00	810	35	47	35	47	0	0	32	42
3	Harihar II	20.09	20.09 *	810	143	28	136	28	8	0	30	25

* includes 2 –godown sheds, 1- office building, 1- canteen building, and 1- GTTC .

2.1 Existing Status of Industrial Areas in the Davangere District

Sl. No	Name of Ind. Area	Land acquired (In Acres)	Land develop ed (In Acres)	Prevailing Rate Per acre (In lakhs.)	No of Plots	No of allotted Plots	No of Vacant Plots	No. of Units in Production
1	Davangere (Lokikere)	93.08	82.10	8.00	62	62	-	60
2	Harlapur I & II (Harihara)	43.38	39.38	22.75	33	33	-	28
3	Karur(Davangere)	102.76	48.25	30.00	211	211	-	100
4	Hanagavadi (Harihara)	50	40.08	22.75	48	34	10	01

Source : KIADB/KSSIDC/DIC. Davangere

3. INDUSTRIAL SCENERIO OF DAVANAGERE DISTRICT

3.1 Industry at a Glance

Sr No	Head	Unit	Particulars
1.	REGISTERED INDUSTRIAL UNIT	NO.	9355
2.	TOTAL INDUSTRIAL UNIT	NO.	10345
3.	REGISTERED MEDIUM & LARGE UNIT	NO.	6
4.	ESTIMATED AVG. NO. OF DAILY WORKER EMPLOYED IN SMALL SCALE INDUSTRIES	NO.	36288
5.	EMPLOYMENT IN LARGE AND MEDIUM INDUSTRIES	NO.	1926
6.	NO. OF INDUSTRIAL AREA	NO.	6
7.	TURNOVER OF SMALL SCALE IND.	IN LACS	-
8.	TURNOVER OF MEDIUM & LARGE SCALE INDUSTRIES	IN LACS	-

3.2 YEAR WISE TREND OF UNITS REGISTERED under MSME

Year	NO. OF Units	Investment	Employment
------	--------------	------------	------------

Upto 31-03-90	2905	4974.19	12171
1990-91	278	291.39	1157
1991-92	259	577.10	1102
1992-93	226	439.13	1131
1993-94	290	461.01	1012
1994-95	265	442.92	1082
1995-96	371	1718.49	1507
1996-97	261	1592.76	1149
1997-98	894	2002.67	3136
1998-99	355	1330.72	2040
1999-00	380	770.15	1346
2000-01	387	1513.42	1621
2001-02	444	640.06	1507
2002-03	402	985.15	1320
2003-04	386	760.85	1217
2004-05	308	933.7	917
2005-06	334	356.05	1146
2006-07	324	441.07	998
Units deregistered in 2006-07 (-)	1916	4209.48	7584
2007-08	354	83047	1540
2008-09	401	1414.34	1379
2009-10	441	1386.08	1508
2010-11	480	3167.5	1869
2011-12	526	1416	2017
total	9355	24235.74	36288

Source : DIC Davangere

3.3: Details of existing Micro, Small Enterprises and artisan units in the district

NIC	Name of the industry	No. of units	Investment	Employment
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20	Agro based	2523	18296	13458
22	Soda water	25	10	50
23	Cotton textiles	5	200	1182
24	Woolen, Silk & Artificial thread based cloths	0	0	0
25	Jute & jute based	0	0	0
26	Readymade garments & embroidery	510	51	1582
27	Wood/wooden based furniture	2010	201	5245
28	Paper & paper products	0	0	0
29	Leather based	350	17.5	980
31	Chemical/Chemical based	50	300	250
30	Rubber, plastic & petro based	40	400	120
32	Mineral based	95	950	475
33	Metal based (steel fab.)	1510	150	5896
35	Engineering units	82	1600	320
36	Electrical machinery & transport equipments	0	0	0
97	Repairing & servicing	920	460	1840
1	Others	1235	1600	4890
	Total	9355	24236	36288

3.4 Large Scale Industries / Public Sector undertakings

List of the units in Davangere Dist. and Area

1. M/s Anjaneya Cotton Mills Pvt. Ltd., Tolahunse, Davanagere Tq. Dist.
2. M/s Davanagere Sugars Company Ltd. Kukkawada, Davanagere Tq. Dist.
3. M/s Anjaneya Agto Tech Pvt. Ltd. Majenahalli, Harihara,
4. M/s Shamanur Sugars Ltd. Duggavathi, Harapanahalli Tq.
5. M/s Indian Cane Power Ltd. Duggavathi, Harapanahalli Tq.
6. M/s Aradhya Steel Wires Pvt. Ltd. Haluvarthi Village. Davanagere Tq.

3.5 Major Exportable Item :

Sugar & Cotton Yarn

3.6 Growth Trend

There is good Scope for Agro based Industries in this District- especially for Rice and maize industries.

3.7 Vendorisation / Ancillarisation of the Industry:

No scope for ancillary units in Engg. Industry.

3.8. Medium Scale Enterprises

3.8.1 List of the units in Davangere dist. & Near By Area

M/s Katra Phytochem Pvt. Ltd., Telagi, Harapanahalli Tq.

3.8.2 Major Exportable Item

Oleo Resin (Marigold)

3.9 Service Enterprises

There are 920 Micro Services Enterprises with an Investment of Rs.460. lakhs, with an employment of 1840 persons.

3.9.2 Potential areas for service industry

There is Moderate Scope in the Auto mobile Services Sector .

3.10 Potential for new MSMEs

There is good scope for Agro base and food processing industries.-Rice, Maize and Gherkins

4. Existing Clusters of Micro & Small Enterprise

4.1 DETAIL OF MAJOR CLUSTERS

4.1.1 Manufacturing Sector

1. Puffed Rice
2. Readymade Garments

4.1.2 Service Sector : There is no clusters available in this sector

4.2 Details for Identified cluster

4.2.1 Name of the cluster: Puffed Rice SPV: Not registered.

1	Principal Products Manufactured in the Cluster	Puffed Rice
2	Name of the SPV	Not registered
3	No. of functional units in the clusters	700
4	Turnover of the Clusters	Rs. 4200 tonnes per annum
5	Value of Exports from the Clusters	Nil
6	Employment in Cluster	2800
7	Average investment in plant & Machinery	Rs. 40,000 per unit
8	Major Issues / requirement	Pollution problem/Technology upgradation is required.
9	Presence of capable institutions	KPCB, TERI (Tecchincal Engg. Research Institution., City Municipal corporation
10	Thrust Areas	--
11	Problems & constraints	Pollution problem.

Present status of the cluster :- There is a cluster but there is no SPV registered.

4.2.2 Name of the cluster: Ready made garments

1	Principal Products Manufactured in the Cluster	Ready Made Garments and textile park.
2	Name of the SPV	Not yet registered
3	No. of functional units in the clusters	10 units have started functioning
4	Turnover of the Clusters	Recently started
5	Value of Exports from the Clusters	Expected exports in the coming years
6	Employment in Cluster	300
7	Average investment in plant & Machinery	Rs. 20 lakhs per unit
8	Testing needs	Technology upkeep is necessary
9	Thrust Area	Skilled labour problem
10	Access to Export Market	Possible

Present status of the cluster :- Textile park is formed in a total area of 50 acres , 76 units have been allotted. 24 units are under construction. Production is yet to start.

4.2.3 Fabrication and general engg Cluster:

1	Principal Products Manufactured in the Cluster	Steel Fabrications
2	Key Trade Association address	Steel Fabrication Association, Karur Indl. Area, Davangere
3	No. of functional units in the clusters	126 have been allotted sites, but only 100 units are working
4	Turnover of the Clusters	Rs 400 lakhs.is expected and likely to increase after all units start functioning.
5	Value of Exports from the Clusters	Not yet started
6	Employment in Cluster	400 persons at present
7	Average investment in plant & Machinery	Rs. 5 lakhs per unit
8	Testing needs	
9	Major Issues	Power shortage , lack of skilled labour problem
10	Access to Export Market	

Present status of clusters: Satisfactory : To be sent for approval of Govt. of Karnataka

5. General issues raised by industry association during the course of meeting

1. Underground drainage system does not exist in the indl. Areas.and estates.
2. Sufficient power supply is not available.
3. Internal service roads in the indl.area/estates are not in good condition.
4. Transport facility is not available to the industries.
5. Solid waste disposal not exisiting.
6. Common Efluent plants art to be established.
7. There is need for separate area for functioning of 700 puffed rice units due to unhygienic conditions of the units.

6. STEPS TO SET UP MSMEs

Following are the brief description of different agencies for rendering assistance to the entrepreneurs.

S.No	Type of assistance	Name and address of agencies
1.	Provisional Registration Certificate (EM-1) & Permanent Registration Certificate (EM-II)	The Joint Director, District Industries Centre, Plot No. 76.(P)/A-1, Karur Indl. Area, PB Road, Davangere 577006Ph: 08192-232051/052/053 Email: jd-dvangere @karnatakaindustry.gov.in
2.	Identification of Project Profiles, techno-economic and managerial consultancy services, market survey and economic survey reports.	MSME-Development Institute (Ministry of MSME, Govt. of India,) BANGALORE Phone 91 080 23151581,82,83 e-mail:dcdi-bang@dcmsme.gov.in Web- www.msmedibangalore.gov.in/ Technical Consultancy Services Organisation of Karnataka (A Govt. of Karnataka Organisation) 4th Floor, Basava Bhavan, Basaveshwara Circle Bangalore 560 001. India: Karnataka DIC, Khaniz Bhavan, Bangalore
3.	Land and Industrial shed	Karnataka Industrial Area Development Board C & I Department, Govt. Of Karnataka, Vikasa Soudha, Bangalore. Head Office: 14/3, 2nd Floor, R.P.Buildings, Nrupathunga Road, Bangalore -560 001. Tel: +91- 080- 22252443 Fax: 22259870 Visit us at : www.kiadb.in and Zonal Manager, KSSIDC , Rajainagar Indl. Estate, Bangalore 560010: KIADB, Yantrapur Harihar.
4.	Financial Assistance	Karnataka State Financial Corporation; KSFC Bhavan; # 1/1 Thimmaiah Road;BANGALORE 560052; Karnataka; INDIA; Phone: +91 80 22263322; Fax: +91 80 22250126Email: info@ksfc.in
5.	For raw materials under Govt. Supply	NSIC Limited No. 6 & 7, West of Chord Road, Rajajinagar Branch Manager Industrial Town, Bangalore - 560 044 Email: boban@nsic.co.in
6.	Plant and machinery under hire / purchase basis.	NSIC Limited (Karnataka)No. 6 & 7, West of Chord Road, Rajajinagar Branch Manager Industrial Town, Bangalore - 560 044 Tel: 080-23307790/23306814/23307791Fax: 080-23386578
7.	Power/ Electricity	Bangalore Electrical Supply Co. BESCO. Head office : Bangalore
8.	Technical Know –how.	KARNATAKA COUNCIL FOR TECHNOLOGICAL UPGRADATION (KCTU) 4th Floor, Basava Bhavan, Basaveswara Circle, Bangalore - 560 001 Phone : +91 80 22250772 Fax : +91 80 22286607 e-mail : md-kctu-ka@nic.in / info-kctu-ka@nic.in
9.	Quality & Standard	Bureau of Indian Standards Peenya Indl.Estate, 1st stage, Tumkur road, Bangalore.58 Ph 28395604 fax 28398841
10.	Marketing /Export Assistance	Visweswariah industrial trade Centre , Kasturba Road, Bangalore and Engg. Export Promotion Council , Sub Regional Offices. Bangalore Vinayaka Complex, 2nd Floor 44/45, Residency Road Cross Bangalore 560025 Exim Bank India , Ramanashree Arcade, Floor 4, 18, M. G. Road Bangalore
11.	Other Promotional Agencies	Karnataka Udyog Mitra Managing Director 3rd Floor, Khanija Bhavan (East Wing), No.49, Race Course Road, Bangalore – 560 001 www.kumbangalore.com Ph : 91-80-2228 2392,

		2228 5659; 2238 1232, 2228 6632 Fax : 91-80-2226 6063 Email : md@kumbangalore.com
8.	Technical Know –how.	KARNATAKA COUNCIL FOR TECHNOLOGICAL UPGRADATION (KCTU) 4th Floor, Basava Bhavan, Basaveswara Circle, Bangalore - 560 001 Phone : +91 80 22250772 Fax : +91 80 22286607 e-mail : md-kctu-ka@nic.in / info-kctu-ka@nic.in
9.	Quality & Standard	Bureau of Indian Standards Peenya Indl.Estate, 1st stage, Tumkur road, Bangalore.58 Ph 28395604 fax 28398841
10.	Marketing /Export Assistance	Visweswariah industrial trade Centre , Kasturba Road, Bangalore and Engg. Export Promotion Council , Sub Regional Offices. Bangalore Vinayaka Complex, 2nd Floor 44/45, Residency Road Cross Bangalore 560025 Exim Bank India , Ramanashree Arcade, Floor 4, 18, M. G. Road Bangalore
11.	Other Promotional Agencies	Karnataka Udyog Mitra Managing Director 3rd Floor, Khanija Bhavan (East Wing), No.49, Race Course Road, Bangalore – 560 001 www.kumbangalore.com Ph : 91-80-2228 2392, 2228 5659; 2238 1232, 2228 6632 Fax : 91-80-2226 6063 Email : md@kumbangalore.com

7. Any other important additional information of the district (2 pages brief note) :

Tourism

Sri Harihareswara temple, situated on the bank of the river Tungabhadra at Harihar, the temple has 60 pillars with enchanting carvings. Kalleswara temple of Bagali was built in 9th century AD by the Chalukyas, the temple is famous for its intricate carvings. Eshwara Temple was constructed by King Trubhuvana Malla Parameshwara in 1120 AD, it is famous for the pillars and sculptures built in Chalukya style. Sri Ragavendra Swamy Mutt, situated on the bank of river Tungabhadra at Honnali, is popularly known as second Mantralayam. Sri Chennagiri Rangappa Clock Tower is an attractive tourist spot, the highlight of this place is the height of the clock tower which is 75 feet. Hodigere is a Tomb of King Shri Shahaji father of Chatrapathi Shivaji. Shantisagar is one of the 2nd largest tank in South Asia known for its panoramic view.